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VIA EMAIL

October 24, 2019

Phil Martin
VP Finance & Regulatory Compliance
Oshawa PUC Networks Inc.
100 Simcoe Street South,
Oshawa, ON L1H 7M7

Dear Mr. Martin:

Re: Oshawa PUC's Regulated Price Plan Pilot (Board File No. EB-2016-0201)

I am writing to advise that the Ontario Energy Board (OEB) has accepted Oshawa PUC's report on the interim results of its Regulated Price Plan (RPP) pilot project, as submitted to the OEB on September 20, 2019.

OEB staff wishes to express concern regarding the process required to review and accept the interim report. The July 31, 2017 letter that approved Oshawa PUC's RPP Pilot indicated that the OEB expected Oshawa PUC to deploy and run its RPP pilot on schedule. While Oshawa PUC managed to recruit customers and deploy its pilot in accordance with its revised schedule, its interim report faced significant delays. OEB staff and its technical consultant were required to invest significant effort in reviewing Oshawa's interim report – and markedly more effort than should have been required to do so.

As agreed between OEB staff and Oshawa on a September 26, 2019 teleconference, the final report is to be provided on or before October 31, 2019. OEB staff trusts that the review process to date, while regrettably lengthy, has nevertheless allowed Oshawa PUC and its technical consultant, Sapient, to develop a solid starting point upon which to base Oshawa's final results report and enable a faster and more straightforward review by OEB. The OEB expects that Oshawa PUC will provide a high-quality version

of the final report, failing which the OEB may consider a commensurate reduction in the final payment amount.

Further detail regarding the process and expectations associated with the OEB's review of Final Results Reports is set out in letters dated November 14, 2018 and July 31, 2019, as well as staff's correspondence with Oshawa PUC via email dated October 1, 2019.

A letter will be sent to the Independent Electricity System Operator (IESO) requesting that it settle payment with Oshawa PUC for the contribution amount associated with the Interim Results Report, which corresponds to Milestone 1 in Schedule B of the Contribution Agreement between the IESO and Oshawa PUC. The letter will also establish October 31, 2019 as the new deadline for the provision of Oshawa PUC's final report.

Sincerely,

Original signed by

Mary Anne Aldred
Chief Operating Officer & General Counsel
Ontario Energy Board